

RESOLUTION 16-963

REIMBURSEMENT RESOLUTION OF THE BOARD OF DIRECTORS OF JOSHUA BASIN WATER DISTRICT

WHEREAS, Joshua Basin Water District, a public agency of the State of California (“JBWD”) desires to finance the costs of constructing and/or reconstructing certain public facilities and improvements relating to its water system, including treatment facilities, pipelines and other infrastructure more particularly known as the JBWD Hexavalent Chromium Remediation Project, Project No. 3610025-001P (the “Project”), and

WHEREAS, JBWD intends to finance the construction and/or reconstruction of the Project or portions of the Project with monies (“Project Funds”) provided by the State of California, acting by and through the State Water Resources Control Board (“State Water Board”), and

WHEREAS, prior to either the issuance of the obligations (“Obligations”) or the approval by the State Water Board of the Project Funds JBWD desires to incur certain capital expenditures (the “Expenditures”) with respect to the Project from available monies of JBWD, and

WHEREAS, JBWD has determined that those monies to be advanced on and after the date hereof to pay the Expenditures are available only for a temporary period and it is necessary to reimburse JBWD for the Expenditures from the proceeds of the Obligations,

NOW, THEREFORE, THE BOARD OF DIRECTORS OF JOSHUA BASIN WATER DISTRICT DOES HEREBY RESOLVE, ORDER AND DETERMINE AS FOLLOWS:

SECTION 1. JBWD hereby states its intention and reasonably expects to reimburse Expenditures paid prior to the issuance of the Obligations or the approval by the State Water Board of the Project Funds.

SECTION 2. The reasonably expected maximum principal amount of the Project Funds is Two Million Sixteen Thousand Dollars (\$2,016,000.00).

SECTION 3. This resolution (“Resolution”) is being adopted no later than sixty (60) days after the date on which JBWD will expend monies for the construction portion of the Project costs to be reimbursed with Project Funds.

SECTION 4. Each expenditure of JBWD will be of a type properly chargeable to a capital account under general federal income tax principles.

SECTION 5. To the knowledge of the board of directors (“Board”), JBWD is not aware of the previous adoption of official intent by JBWD that has been made as a matter of course for the purpose of reimbursing expenditures and for which tax-exempt obligations have not been issued.

SECTION 6. This Resolution is adopted as official intent of JBWD in order to comply with Treasury Regulation §1.150-2 and any other regulations of the Internal Revenue Service relating to the qualification for reimbursement of Project costs.

SECTION 7. Each of the above recitals is true and correct, as is each of the findings and determinations set forth therein, and each of said recitals, findings and determinations is adopted by the Board of JBWD.

ADOPTED this 6th day of July, 2016. I, the undersigned, hereby certify that the foregoing Resolution was adopted by Joshua Basin Water District following a vote:

Director Victoria Fuller	<u>Aye</u>
Director Bob Johnson	<u>Aye</u>
Director Mickey Luckman	<u>Aye</u>
Director Mike Reynolds	<u>Aye</u>
Director Rebecca Unger	<u>Aye</u>

JOSHUA BASIN WATER DISTRICT

Signature: Victoria Fuller
Victoria Fuller

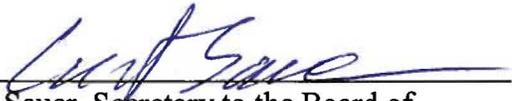
Title: President, Board of Directors

Signature: Curt Sauer
Curt Sauer

Title: Board Secretary/General Manager

CERTIFICATION

I do hereby certify that the foregoing is a full, true and correct copy of a resolution duly and regularly adopted at a meeting of the board of directors of Joshua Basin Water District held on July 6, 2016.


Curt Sauer, Secretary to the Board of
Directors